# Term Permit and Shoreline Street End Fee Methodology

#### **Term Permit**

- Major private structures authorized by Ordinance:
  - Skybridges
  - Tunnels
  - Vehicle Ramps
  - At-grade structures
  - Plazas/Artwork, etc.



Annual fees reassessed at end of term (~10-30 year cycle)

## Term Permit and Shoreline Street End Fee Methodology

#### **Shoreline Street End**

- 149 sites named in Street End Ordinance
- 36 permits for private encroachments totaling ~\$150,000 in fees



# Term Permit and Shoreline Street End Fee Methodology

#### **Current Process**

- Fee Established by City Appraiser
- Problems
  - Term Permits
    - Fees established late in permitting process
  - Shoreline Street Ends
    - Land Values last assessed in 1997
  - General Problems
    - Limited City resources
    - Results often contested
    - Lack of transparency

# Proposed Methodology

- Transparent and consistent
  - Land Values established by King County Assessor
  - Information available online
- Equitable and fair
- Ease of implementation
  - Fees established "up front"

# Proposed Methodology

Land Value (Dollar Per Square Foot) X

Use Area ("Foot Print") X

Rate of Return (City Appraiser) X

Impact of Use (Definition to Follow) =

### **Annual Fee**

## Proposed Methodology **Shoreline Street Ends**

**Land Value** 

(Dollar)

Estimated demand of

**Use Area** 

based on location, access,

size, view, and

probable use of a site

topography, as

established by the City

Appraiser in 1997.

(Range 0.1 - 1.0)

Rate of Return

(City

**Demand Probability Factor** 

**Annual Fee** 

## Proposed Methodology **Term Permits**

(Dollar I **Land Value** 

**Use Area** 

Rate of Return

("Foo

(Range 0.1 - 2.0)

**Degree of Alienation** 

**Annual Fee** 

The degree of impact on the public, utilities, rightof-way, and other potential uses of the right-of-way based on City policy

City of Seattle

# Proposed Methodology

## **Implementation of New Fees**

### **Term Permits**

57 existing term permits

28 will have fees phased in by 2014

14 will have fees decreased

~15 will require new legislation in 2010 or 2011

### **Shoreline Street Ends**

36 Permitted Encroachments

35 Fee Increases will be phased in by 2014

1 will have fee decreased